STATE OF MAINE
PUBLIC UTILITIES COMMISSION

Docket No. 2000-302

June 20, 2000

CENTRAL MAINE POWER COMPANY Review of Annual Update to Pricing Flexibility Floors ORDER APPROVING PRICING FLEXIBILITY FLOOR RATES

WELCH, Chairman; NUGENT and DIAMOND, Commissioners

SUMMARY OF DECISION

By this Order, the Commission approves Central Maine Power Company's (CMP's or the Company's) proposed pricing flexibility floor rates.

DISCUSSION AND DECISION

On March 31, 2000, pursuant to the Revised Attachment F approved by Commission Order dated July 13, 1999 in Docket No. 99-155, CMP submitted its annual filing to update its flexible pricing floors. In its filing, the Company updated the transmission floors to reflect the transmission prices allowed to go into effect on March 1, 2000 by the Federal Energy Regulatory Commission. CMP requested that updates to its marginal customer and distribution costs be deferred until April 1, 2001 as it did not expect such costs to have changed materially and because it had not performed the analyses necessary to make such changes.

At a technical conference on May 23, 2000, concerns were raised with respect to the calculation of the floors proposed for stand-by customers. It was agreed that the floors for these customers should be calculated individually, as needed, rather than as part of the instant proceeding. Therefore, on May 26, 2000, the Company submitted a revised filing that omitted distribution and customer cost floors for the stand-by class. In its May 26 filing, the Company noted that the transmission floors it had filed reflected transmission rates expected to stay in effect until June 1, 2000. Accordingly, on June 7, 2000, the Company filed revised pricing flexibility floors, reflecting the transmission prices to be in effective after June 1, 2000.

Upon review, we find that pricing flexibility floors filed by the Company on June 7, 2000 are appropriate and in compliance with the July 13, 1999 Commission Order in Docket No. 99-155.

Accordingly, we

¹Transmission floors were still included as the FERC approved transmission rates for this class.

ORDER

That the pricing flexibility floor rates as filed by CMP on June 7, 2000 are reasonable and hereby approved as of the date of this Order.

Dated at Augusta, Maine, this 20th day of June, 2000.

BY ORDER OF THE COMMISSION

Dennis L. Keschl Administrative Director

COMMISSIONERS VOTING FOR: Welch

Nugent Diamond

NOTICE OF RIGHTS TO REVIEW OR APPEAL

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- 5 M.R.S.A. § 9061 requires the Public Utilities Commission to give each party to an adjudicatory proceeding written notice of the party's rights to review or appeal of its decision made at the conclusion of the adjudicatory proceeding. The methods of review or appeal of PUC decisions at the conclusion of an adjudicatory proceeding are as follows:
 - 1. <u>Reconsideration</u> of the Commission's Order may be requested under Section 1004 of the Commission's Rules of Practice and Procedure (65-407 C.M.R.110) within 20 days of the date of the Order by filing a petition with the Commission stating the grounds upon which reconsideration is sought.
 - 2. <u>Appeal of a final decision</u> of the Commission may be taken to the Law Court by filing, within 30 days of the date of the Order, a Notice of Appeal with the Administrative Director of the Commission, pursuant to 35-A M.R.S.A. § 1320(1)-(4) and the Maine Rules of Civil Procedure, Rule 73, et seq.
 - 3. Additional court review of constitutional issues or issues involving the justness or reasonableness of rates may be had by the filing of an appeal with the Law Court, pursuant to 35-A M.R.S.A. § 1320(5).

Note: The attachment of this Notice to a document does not indicate the Commission's view that the particular document may be subject to review or appeal. Similarly, the failure of the Commission to attach a copy of this Notice to a document does not indicate the Commission's view that the document is not subject to review or appeal.